

STATEMENT OF PROCEEDINGS
COUNTY OF SAN DIEGO
REGULAR MEETING OF THE BOARD OF DIRECTORS
OF SANITATION DISTRICTS
WEDNESDAY, JUNE 21, 2000

Meeting was called to order at 9:10 a.m. Present: Directors Dianne Jacob Chairwoman; Ron Roberts, Vice Chairman; Greg Cox, Pam Slater; and Bill Horn; also Thomas J. Pastuszka, Clerk.

Public Communication
(No Speakers)

Agenda/

Minute

Order No.	Subject
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| | <u>JULIAN</u> |
| 1. | GRANT AND LOAN APPLICATION TO UNITED STATES DEPARTMENT OF AGRICULTURE RURAL DEVELOPMENT PROGRAM TO REPAIR AND UPGRADE JULIAN WASTEWATER TREATMENT PLANT
[FUNDING SOURCES ARE GRANT AND LOAN FUNDING FROM UNITED STATES DEPARTMENT OF AGRICULTURE AND JULIAN SANITATION DISTRICT FUND BALANCE] |

	<u>JULIAN</u>
SAN 1	SUBJECT: GRANT AND LOAN APPLICATION TO UNITED STATES DEPARTMENT OF AGRICULTURE RURAL DEVELOPMENT PROGRAM TO REPAIR AND UPGRADE JULIAN WASTEWATER TREATMENT PLANT (Supv. Dist: 2)

OVERVIEW:

The Julian Sanitation District wastewater treatment plant is in need of repair and upgrade. The facility has operated since April 1952, with improvements completed over the years in response to community needs and health and safety requirements. The original system, constructed in 1936, consisted of a 2,000 gallon septic tank. This tank was later replaced with a 22,000 gallon primary treatment tank, located approximately one mile upstream of the treatment plant.

Due to limited funding, upgrades frequently have incorporated a patchwork of old treatment units into the modified facility. Consequently, the oldest process unit, the 22,000 gallon primary treatment tank, is now over 48 years old and has outlived its useful life. A recent inspection determined the tank is beyond repair. Replacing and relocating the primary treatment tank to the main facility site will improve operation and maintenance, and eliminate odor complaints from the off-site tank location.

Based on a preliminary application and follow-up meeting with federal officials, the United States Department of Agriculture has informed Department of Public Works staff it will reserve and obligate funding of a grant and loan. Board approval of the application must be received on or before July 1, 2000 to ensure these funds will remain available.

Board approval is requested to apply for and accept a United States Department of Agriculture grant and low interest loan to repair and upgrade the treatment plant. This repair and upgrade will not require any rate increase for the foreseeable future.

FISCAL IMPACT:

This request will have no current year costs. Funding sources are grant and loan funding from United States Department of Agriculture and Julian Sanitation District Fund Balance. Grant participation is limited to a maximum of 45% (\$147,000) of total project cost (\$327,000) Julian Sanitation District fund balance will match part of the funds (\$80,000) and the remainder will be funded by a 40-year, low interest loan of \$100,000 at 5.125%. If federal funds are awarded staff will return for approval to appropriate the grant, matching funds and loan. If the grant and loan are obtained and the project moves forward, the requested action will result in a \$327,000 Fiscal Year 2000-01 cost, and require no additional staff years.

RECOMMENDATION:

CHIEF ADMINISTRATIVE OFFICER:

1. Find in accordance with Section 15301 of California Environmental Quality Act (CEQA) Guidelines that the recommended action is categorically exempt from CEQA because it is a minor alteration of existing public facilities.
2. Adopt and authorize the Clerk of the Board to execute a Resolution entitled Resolution of the Board of Directors requesting United States Department of Agriculture to Provide Julian Sanitation District a Financial Assistance Grant and Loan for Repair and Upgrade of Treatment Facilities.
3. Approve and authorize the Director of Public Works, or his designee, to file and execute all necessary documents for and on behalf of the Julian Sanitation District in conjunction with the application, including acceptance of any federal funding commitment.

ACTION:

ON MOTION of Director Slater, seconded by Director Roberts, the Board of Directors of the Julian Sanitation District took action as recommended, on Consent, adopting Resolution No. 00-227, entitled: RESOLUTION OF THE BOARD OF DIRECTORS REQUESTING UNITED STATES DEPARTMENT OF AGRICULTURE TO PROVIDE JULIAN SANITATION DISTRICT A FINANCIAL ASSISTANCE GRANT AND LOAN FOR REPAIR AND UPGRADE OF TREATMENT FACILITIES.

AYES: Cox, Jacob, Slater, Roberts, Horn

There being no further business, the Board adjourned at 11:15 a.m.

THOMAS J. PASTUSZKA
Clerk of the Board of Directors
of Sanitation Districts

Notes by: Galang

NOTE: This Statement of Proceedings sets forth all actions taken by the Board of Directors of Sanitation Districts on the matters stated, but not necessarily the chronological sequence in which the matters were taken up.

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